

Message Text

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PAGE 01 STATE 063390
ORIGIN XMB-04

INFO OCT-01 EUR-12 ISO-00 EB-08 COME-00 TRSE-00 AID-05
CIAE-00 INR-07 NSAE-00 /037 R

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APPROVED BY: EB/IFD/ODF:FHTHOMAS
XMB:CNORRIS
EUR/SE:RDELABARRE
-----222149Z 044654 /73

P 222016Z MAR 77
FM SECSTATE WASHDC
TO AMEMBASSY ANKARA PRIORITY
INFO AMCONSUL ISTANBUL PRIORITY
AMCONSUL IZMIR PRIORITY

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E.O. 11652: NA
TAGS: EFIN, TU
SUBJ: EXIM DENIAL OF PETKIM PRELIMINARY COMMITMENT

1. EXIMBANK ON 17 MAR DENIED REQUEST FROM SCIENTIFIC DESIGN
CO., INC. FOR PC TO ASSIST IN FINANCING DOL8-10 MILLION IN
U.S. COSTS OF PURE TEREPHTHALIC ACID (PTA) PLANT FOR PETKIM
ALIAGA COMPLEX. GUVEN OF EMBASSY SO ADVISED.

2. PLANT AND COMPLEX APPEAR NOT TO MEET CRITERIA FOR
EVALUATION UNDER SELECTIVE POLICY, DUE TO RESERVATIONS CONCERNING
TURKISH MARKET FOR PTA, ABILITY TO EXPORT 40 PERCENT OF
OUTPUT, WHETHER PTA WOULD BE PRICE COMPETITIVE ENOUGH TO
GENERATE REAL SAVINGS THROUGH IMPORT SUBSTITUTION ON ONE
HAND OR TO BE COMPETITIVE WITH PTA FROM OTHER PROCEDURES IN
EXPORT MARKETS ON OTHER HAND, GRADUAL REDUCTION AND
ELIMINATION OF PROTECTIVE TARIFFS ON PETROCHEMICAL IMPORTS,
POSSIBLE INCIPIENT OVERSUPPLY SITUATION IN EUROPE AND
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MIDDLE EAST, TIE IN OF MUCH PLANNED CAPACITY WITH NATIONAL
OIL SUPPLY IN PRODUCING COUNTRIES VERSUS TURKEY'S DEPENDENCE ON
OIL IMPORTS, AND FUTURE EVOLUTION OF TURKISH SYNTHETIC TEXTILE
INDUSTRY, ESPECIALLY WITH RESPECT TO EXPORTS TO EUROPE IN
VIEW OF DIFFICULTIES WITH EEC.

3. PLANT AND OTHER PARTS OF COMPLEX BELIVED INAPPROPRIATE

FOR EXIM FINANCING FOR ABOVE REASONS, AND IN LIGHT OF HEAVY
TURKISH DMAND FOR FINANCING, SUBSTANTIAL EXPOSURE, AND DIFFICULT
ECONOMIC SITUATION.

4. SAME APPLIES TO SUBSEQUENT REQUEST FROM ELLIOTT CO.
CONCERNING DOL14 MILLION U.S. COSTS OF COMPRESSORS AND
TURBINES FOR NAPHTHA STEAM CRACKING PLANT BEING BUILT BY
STONE AND WEBSTER UK, AND INQUIRY BY PULLMAN KELLOGG CONCERNING
POSSIBLE ENGINEERING WORK IN CONJUNCTION WITH US SUBSIDIARY FOR
AN NAPHTHA STEAM CRACKER.

5. EMBASSY REQUESTED TO SO ADVISE KABALAK OF PETKIM, DRAWING
ON ABOVE AS APPROPRIATE. EXIM STAFF GRATEFUL TO KABALAK FOR
TIME TAKEN IN DISCUSSION OF PROJECT AND REGRETS INABILITY
TO ASSIST.

6. SEPTTEL ON ERDEMIR DENIAL. VANCE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CHEMICAL INDUSTRY, CREDIT PROGRAMS, FINANCIAL PROGRAMS, PROTECTIVE TARIFFS
Control Number: n/a
Copy: SINGLE
Sent Date: 22-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Film Number: D770098-0629
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770334/aaaabdgl.tel
Line Count: 79
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: e5dc34b4-c288-dd11-92da-001cc4696bcc
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Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 07-Mar-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
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Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3032581
Secure: OPEN
Status: NATIVE
Subject: EXIM DENIAL OF PETKIM PRELIMINARY COMMITMENT
TAGS: EFIN, TU, US, XMB
To: ANKARA
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/e5dc34b4-c288-dd11-92da-001cc4696bcc
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